

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

S

W-02111A  
Sabrosa Water Company  
c/o Global Water Resources  
21410 N. 19th Ave, Ste 201  
Phoenix, AZ 85027

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-17-07

SCANNED

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Sabrosa Water Company, Global Water acting as Interim Manager</u>			
<b>Mailing Address</b> <u>21410 N. 19<sup>th</sup> Ave</u>			
(Street)			
<u>Phoenix</u>	<u>Az</u>	<u>85027</u>	
(City)	(State)	(Zip)	
<u>623-580-9600</u>	<u>623-580-9659</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u>graham.symmonds@gwresources.com</u>			
<b>Local Office Mailing Address</b> <u>SAME</u>			
(Street)			
(City)			
(State)			
(Zip)			
Local Office Telephone No. (Include Area Code)			
Fax No. (Include Area Code)			
Pager/Cell No. (Include Area Code)			
<b>Email Address</b> _____			

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Graham Symmonds</u>				<u>SVP Operations &amp; Compliance</u>			
(Name)				(Title)			
<u>21410 N. 19<sup>th</sup> Ave, Phoenix AZ 85027</u>							
(Street)		(City)		(State)		(Zip)	
<u>623-580-9600</u>		<u>623-580-9659</u>					
Telephone No. (Include Area Code)		Fax No. (Include Area Code)		Pager/Cell No. (Include Area Code)			
<b>Email Address</b> <u>graham.symmonds@gwresources.com</u>							
<b>On Site Manager:</b> <u>SAME</u>							
(Name)							
(Street)		(City)		(State)		(Zip)	
Telephone No. (Include Area Code)		Fax No. (Include Area Code)		Pager/Cell No. (Include Area Code)			
<b>Email Address</b> _____							

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

*Please Note: As of 07 March 2007, Interim Manager responsibilities have been transferred to the Town of Cave Creek.*

**Statutory Agent:** Andy Abraham, Burch & Cracchiolo PLC  
(Name)

702 East Osborn, Suite 200 Phoenix, Arizona 85014  
(Street) (City) (State) (Zip)

(602) 274-7611 (602) 234-0341  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Attorney:** Tim Sabo, Roshka, deWulf, Patten  
(Name)

400 East Van Buren, Suite 800 Phoenix, Arizona 85004  
(Street) (City) (State) (Zip)

602-256-6100 602-256-6800  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |  |                                   |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE             | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM              | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA                | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI             | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |  |                                   |

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization	8,501	-	8,501
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
305	Collection/Impounding Reservoirs			
307	Wells and Springs			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	3,168	(230)	2,938
320	Water Treatment Equipment	38,763	(2,907)	35,856
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	1,648	(27)	1,621
333	Services			
334	Meters and Meter Installations	1,027	(19)	1,008
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	6,500	(325)	6,175
348	Other Tangible Plant	38,327	(5,749)	32,578
	<b>TOTALS</b>	<b>97,934</b>	<b>(9,257)</b>	<b>88,677</b>

This amount goes on the Balance Sheet Acct. No. 108



**COMPANY NAME: Sabrosa Water Company**

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization	8,501	-	0
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
305	Collection/Impounding Reservoirs			
307	Wells and Springs			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	3,168	12.50%	214
320	Water Treatment Equipment	38,763	3.33%	1,938
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	1,648	2.00%	27
333	Services			
334	Meters and Meter Installations	1,027	8.33%	19
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	6,500	10.00%	265
348	Other Tangible Plant	38,327	10.00%	3,833
	Plus Depreciation on Non-Utility Assets			
	Less: CIAC amortization			
	<b>TOTALS</b>	<b>97,934</b>		<b>6,296</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**BALANCE SHEET**

<b>Acct .No.</b>	<b>ASSETS</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$0	\$0
134	Working Funds		
135	Temporary Cash Investments		1,065
141	Customer Accounts Receivable	7,137	5,851
146	Notes/Receivables from Associated Companies		1,175
151	Plant Material and Supplies		
162	Prepayments	292	134
174	Miscellaneous Current and Accrued Assets	1,065	
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$8,494</b>	<b>\$8,225</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$88,615	\$97,934
103	Property Held for Future Use		
105	Construction Work in Progress	1,175	7,899
108	Accumulated Depreciation – Utility Plant	(2,961)	(9,257)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$86,829</b>	<b>\$96,576</b>
	<b>TOTAL ASSETS</b>	<b>\$95,323</b>	<b>\$104,801</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$21,759	\$3,732
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		115,108
235	Customer Deposits		540
236	Accrued Taxes	357	107
237	Accrued Interest		7
241	Miscellaneous Current and Accrued Liabilities	155,928	60
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$178,044</b>	<b>\$119,554</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$0	\$0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$0</b>	<b>\$0</b>
	<b>TOTAL LIABILITIES</b>	<b>\$178,044</b>	<b>\$119,554</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$0	\$0
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(82,721)	(14,753)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	<b>(\$82,721)</b>	<b>(\$14,753)</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$95,323</b>	<b>\$104,801</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$35,330	\$49,375
460	Unmetered Water Revenue		
474	Other Water Revenues	40	59
	<b>TOTAL REVENUES</b>	\$35,370	\$49,434
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$0	\$0
610	Purchased Water	1,044	1,185
615	Purchased Power	2,241	2,184
618	Chemicals	401	(45)
620	Repairs and Maintenance		2,243
621	Office Supplies and Expense	3,877	0
630	Outside Services	92,147	56,455
635	Water Testing	1,700	1,004
641	Rents	6,170	
650	Transportation Expenses		
657	Insurance – General Liability	6,364	
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,186	1,789
403	Depreciation Expense	2,961	6,296
408	Taxes Other Than Income		155
408.11	Property Taxes		
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$118,091	\$71,266
	<b>OPERATING INCOME/(LOSS)</b>	(\$82,721)	(\$21,832)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		(8)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$0	(\$8)
	<b>NET INCOME/(LOSS)</b>	(\$82,721)	(\$21,840)



**COMPANY NAME: Sabrosa Water Company**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End                      \$0

Meter Deposits Refunded During the Test Year                      \$0

<b>COMPANY NAME: Sabrosa Water Company</b>	
<b>Name of System</b> 07-052	<b>ADEQ Public Water System Number (if applicable)</b>

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-635809	UNK	4-10 GPM	376	12	2	1982
55-527009	5 HP	15 GPM	195	5	2	1990
55-527012	5 HP	39 GPM	205	5	2	1990

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
		32

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
2	2	3 (None Active)	0

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
24,000	1	5,000	2

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: Sabrosa Water Company</b>		
<b>Name of System</b>	<b>07-052</b>	<b>ADEQ Public Water System Number (if applicable)</b>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

<b>MAINS</b>		
<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>
<b>6</b>	PVC	19,700

<b>CUSTOMER METERS</b>	
<b>Size (in inches)</b>	<b>Quantity</b>
<b>5/8 X ¾</b>	57
<b>¾</b>	1
<b>1</b>	5
<b>1 1/2</b>	
<b>2</b>	
<b>Comp. 3</b>	
<b>Turbo 3</b>	
<b>Comp. 4</b>	
<b>Turbo 4</b>	
<b>Comp. 6</b>	
<b>Turbo 6</b>	

**For the following three items, list the utility owned assets in each category for each system.**

**TREATMENT EQUIPMENT:**

Chlorine injection system (at each well).

**STRUCTURES:**

Chain link fences around each well.  
3 x 50 sq. ft. sheds

**OTHER:**

Cellular based alarm system (pressure, power, tank level)

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME: Sabrosa Water Company</b>		
<b>Name of System</b>	<b>07-052</b>	<b>ADEQ Public Water System Number (if applicable)</b>

### **WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006**

<b>MONTH/YEAR</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>	<b>GALLONS PURCHASED (Thousands)</b>
<b>JANUARY</b>	55	248	312	
<b>FEBRUARY</b>	55	220	290	
<b>MARCH</b>	52	281	385	
<b>APRIL</b>	52	311	351	
<b>MAY</b>	52	302	484	
<b>JUNE</b>	52	455	556	17.5
<b>JULY</b>	52	406	513	14
<b>AUGUST</b>	52	325	375	
<b>SEPTEMBER</b>	52	217	252	
<b>OCTOBER</b>	52	198	227	
<b>NOVEMBER</b>	52	214	247	
<b>DECEMBER</b>	52	153	264	
<b>TOTALS →</b>		<b>3330</b>	4,256	31.5

**What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l**  
*(If more than one well, please list each separately.)*

ADWR #55-625809 (Sabrosa) 0.033 mg/L  
ADWR #55-527009 (Wright) 0.033 mg/L  
ADWR #55-527012 (Zorillo) 0.028 mg/L

**If system has fire hydrants, what is the fire flow requirement? \_\_\_\_ GPM for \_\_\_\_ hrs**

**If system has chlorination treatment, does this treatment system chlorinate continuously?**  
( ☒ ) Yes ( ☐ ) No

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**  
( ☒ ) Yes ( ☐ ) No

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**  
( ☐ ) Yes ( ☒ ) No

**If yes, provide the GPCPD amount: \_\_\_\_\_**

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME Sabrosa Water Company YEAR ENDING 12/31/2006

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2006 was: \$ -0-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

Global Water is operating Sabrosa Water Company in accordance with Interim Management Agreement, dated

Feb 1, 05. \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>CINDY LILES</u>
COMPANY NAME	<u>ARIZONA WATER CO (Global Water - International)</u>

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Cindy Liles  
SIGNATURE OF OWNER OR OFFICIAL  
623 580-9600  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

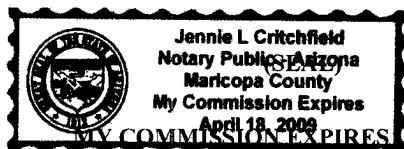
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16

DAY OF

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u>
	<u>2007</u>



4/18/09

Jennie L. Critchfield  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Sabrosa Water Co., Inc. YEAR ENDING 12/31/2006

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported

**Tax return has been extended. This page will be amended and resubmitted when tax return has been filed.**

Estimated or Actual Federal Tax Liability

State Taxable Income Reported

**Tax return has been extended. This page will be amended and resubmitted when tax return has been filed.**

Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

0

Amount of Gross-Up Tax Collected

0

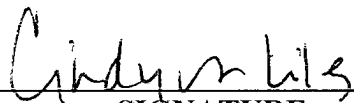
Total Grossed-Up Contributions/Advances

0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

April 16, 2007

DATE

Cindy M. Liles

PRINTED NAME

SVP-CFO

TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>LINDY LILES</u>
COMPANY NAME	<u>SABOSA WATER CO (Central Water - Interior mg.)</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 52,557

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 3,123  
IN SALES TAXES BILLED, OR COLLECTED)

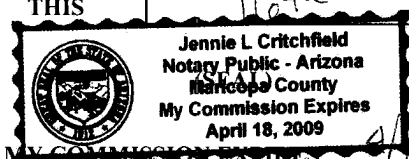
**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Cindy Liles  
SIGNATURE OF OWNER OR OFFICIAL  
623-580-1600  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF



COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u>
	<u>2007</u>

Jennie L. Critchfield  
SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <i>MARICOPA</i>	
NAME (OWNER OR OFFICIAL) <i>CINDY LILES</i>	TITLE <i>SUP GRANT &amp; CFO</i>
COMPANY NAME <i>Suburban Water Company (Global Water - Intrastate)</i>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<i>12</i>	<i>31</i>	<i>2006</i>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <i>52,498</i>

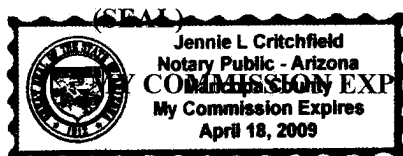
THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ *3,123*  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

*Cindy Liles*  
SIGNATURE OF OWNER OR OFFICIAL  
*623-580-9601*  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
THIS *16th* DAY OF

NOTARY PUBLIC NAME <i>Jennie L. Critchfield</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>April</i>	YEAR <i>2007</i>



X *Jennie L. Critchfield*  
SIGNATURE OF NOTARY PUBLIC